2001 DRAFTING REQUEST

Assembly Amendment (AA-ASA1-SB55)

Received: 06/21/2001					Received By: shoveme		
Wanted: As time permits					Identical to LRB:		
For: Spencer Black (608) 266-7521					By/Representing: Susan McMurray		
This file m	nay be shown	to any legislator	: NO		Drafter: shoveme		
May Contact:					Addl. Drafters:		
Subject: Tax - individual income					Extra Copies:		
Submit via	a email: YES						
Requester	Requester's email: Rep.Black@legis.state.wi.us						
Pre Topic	c:						
No specifi	c pre topic giv	/en					
Topic:							
CN61: C	reate new indi	vidual income ta	x brackets a	and rates.			
Instructions:							
See Attac	hed						
Drafting History:							
Vers.	Drafted	Reviewed	Typed	Proofed	Submitted	Jacketed	Required
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/1			pgreensl 06/29/2002	l	lrb_docadmin 06/29/2001	lrb_docadm 06/29/2001	in

2001 DRAFTING REQUEST

Assembly Amendment (AA-ASA1-AB1A)	B 55
Received: 06/21/2001	Received By: shoveme
Wanted: As time permits	Identical to LRB:
For: Spencer Black (608) 266-7521	By/Representing: Susan McMurray
This file may be shown to any legislator: NO	Drafter: shoveme
May Contact:	Addl. Drafters:
Subject: Tax - individual income	Extra Copies:
Submit via email: YES	
Requester's email: Rep.Black@legis.state.wi.us	
Pre Topic:	
No specific pre topic given	•
Topic:	
CN61: Create new individual income tax brackets and rates.	•
Instructions:	
See Attached	
Drafting History:	
Vers. <u>Drafted</u> <u>Reviewed</u> <u>Typed</u> <u>Proofed</u>	Submitted Jacketed Require
$\frac{1}{28}$ shoveme $\frac{1}{28}$ is $\frac{1}{128}$	
INES 6/28/0) 739 /5/1	Eb
FE Sent For:	

Assembly Democrat Budget Amendment Requests

Request Number:

61

(not LRB number)

Agency:

DOR

Create new income tax brackets and rates: **Description:**

\$0-7,790 4.73% \$7,790-50,000 6%

\$50,000-100,000 6.33 % \$100,000-200,000 6.55%

over 200,000 6.75 %

13,000-60,000 120,000 - 240,000

narried-sep 0-6,500 6,500-39000 30-60K

0 URY 240,000 120K

Attachments:

Cost (if known):

Contact person: Susan McMurray, 266-7521, Representative Black's Office

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2	N	N	1
	v	J	_

Date (time) needed

ADC CAUCUS BUDGET AMENDMENT [ONLY FOR CAUCUS]

LRB b 1448 / [FM/P)

See form AMENDMENTS — COMPONENTS & ITEMS.

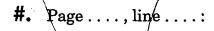
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CAUCUS AMENDMENT TO ASSEMBLY SUBSTITUTE AMENDMENT 1 TO 2001 SENATE BILL 55

>>FOR CAUCUS SUPERAMENDMENT — NOT FOR INTRODUCTION<<

At the locations indicated, amend the substitute amendment as follows:

		•	/
#.	Page	., line .	/:



2001 – 2002 LEGISLATURE

LRBb1083/1 MES:jld:rs

SENATE AMENDMENT, TO SENATE SUBSTITUTE AMENDMENT 1, TO 2001 SENATE BILL 55

1 At the locations indicated, amend the substitute amendment as follows:

2 **1.** Page 729, line 19: after that line insert:

"Section 2144m. 71.06 (1p) of the statutes is amended to read:

71.06 (1p) FIDUCIARIES, SINGLE INDIVIDUALS, AND HEADS OF HOUSEHOLDS; AFTER 2000-2001. The tax to be assessed, levied and collected upon the taxable incomes of all fiduciaries, except fiduciaries of nuclear decommissioning trust or reserve funds, and single individuals and heads of households shall be computed at the following rates for taxable years beginning after December 31, 2000, and before January 1, 2002:

(a) On all taxable income from \$0 to \$7,500, 4.6% 4,50800

(b) On all taxable income exceeding \$7,500 but not exceeding \$15,000, \$15%

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(3)

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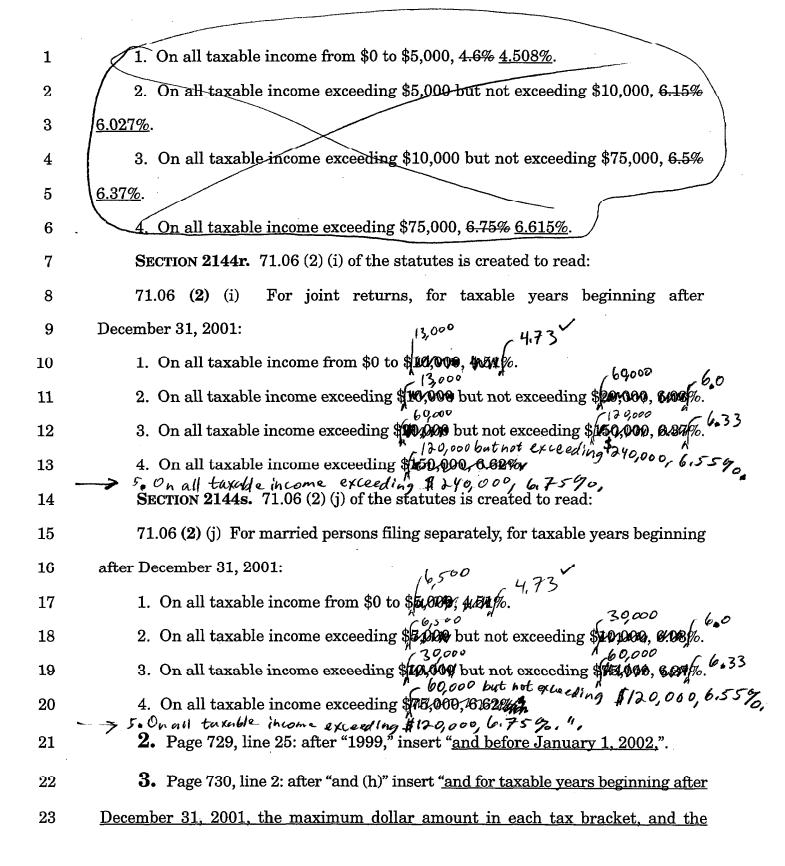
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71.06 (2) (h) For married persons filing separately, for taxable years beginning

after December 31, 2000, and before January 1, 2002:

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corresponding minimum dollar amount in the next bracket, under subs. (1q) and (2)

(i) and (j),".

4. Page 730, line 18: after that line insert:

"Section 2145c. 71.06 (2m) of the statutes is amended to read:

71.06 (2m) RATE CHANGES. If a rate under sub. (1), (1m), (1n), (1p) er, (1q), or (2) changes during a taxable year, the taxpayer shall compute the tax for that taxable year by the methods applicable to the federal income tax under section 15 of the internal revenue code.

SECTION 2145d. 71.06 (2s) (d) of the statutes is amended to read:

January 1, 2002, with respect to nonresident individuals, including individuals changing their domicile into or from this state, the tax brackets under subs. (1p) and (2) (g) and (h) shall be multiplied by a fraction, the numerator of which is Wisconsin adjusted gross income and the denominator of which is federal adjusted gross income. In this paragraph, for married persons filing separately "adjusted gross income" means the separate adjusted gross income of each spouse, and for married persons filing jointly "adjusted gross income" means the total adjusted gross income of both spouses. If an individual and that individual's spouse are not both domiciled in this state during the entire taxable year, the tax brackets under subs. (1p) and (2) (g) and (h) on a joint return shall be multiplied by a fraction, the numerator of which is their joint Wisconsin adjusted gross income and the denominator of which is their joint federal adjusted gross income.

SECTION 2145e. 71.06 (2s) (e) of the statutes is created to read:

71.06 (2s) (e) For taxable years beginning after December 31, 2001, with respect to nonresident individuals, including individuals changing their domicile into or from this state, the tax brackets under subs. (1q) and (2) (i) and (j) shall be multiplied by a fraction, the numerator of which is Wisconsin adjusted gross income and the denominator of which is federal adjusted gross income. In this paragraph, for married persons filing separately "adjusted gross income" means the separate adjusted gross income of each spouse, and for married persons filing jointly "adjusted gross income" means the total adjusted gross income of both spouses. If an individual and that individual's spouse are not both domiciled in this state during the entire taxable year, the tax brackets under subs. (1q) and (2) (i) and (j) on a joint return shall be multiplied by a fraction, the numerator of which is their joint Wisconsin adjusted gross income and the denominator of which is their joint federal adjusted gross income."

5. Page 741, line 2: after that line insert:

"Section 2153r. 71.125 (1) of the statutes is amended to read:

71.125 (1) Except as provided in sub. (2), the tax imposed by this chapter on individuals and the rates under s. 71.06 (1), (1m), (1n), (1p) and, (1q), and (2) shall apply to the Wisconsin taxable income of estates or trusts, except nuclear decommissioning trust or reserve funds, and that tax shall be paid by the fiduciary.

SECTION 2153s. 71.125 (2) of the statutes is amended to read:

71.125 (2) Each electing small business trust, as defined in section 1361 (e) (1) of the Internal Revenue Code, is subject to tax at the highest rate under s. 71.06 (1), (1m), (1n) or, (1p), or (1q), whichever taxable year is applicable, on its income as

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computed under section 641 of the Internal Revenue Code, as modified by s. 71.05

(6) to (12), (19) and (20).".

6. Page 741, line 19: after that line insert:

"Section 2156m. 71.17 (6) of the statutes is amended to read:

71.17 (6) FUNERAL TRUSTS. If a qualified funeral trust makes the election under section 685 of the Internal Revenue Code for federal income tax purposes, that election applies for purposes of this chapter and each trust shall compute its own tax and shall apply the rates under s. 71.06 (1), (1m), (1n) er, (1p), or (1q).".

7. Page 831, line 23: after that line insert:

"Section 2195m. 71.64 (9) (b) (intro.) of the statutes is amended to read:

71.64 (9) (b) (intro.) The department shall from time to time adjust the withholding tables to reflect any changes in income tax rates, any applicable surtax or any changes in dollar amounts in s. 71.06 (1), (1m), (1n), (1p), (1q), and (2) resulting from statutory changes, except as follows:

Section 2195n. 71.67 (5) (a) of the statutes is amended to read:

71.67 (5) (a) Wager winnings. A person holding a license to sponsor and manage races under s. 562.05 (1) (b) or (c) shall withhold from the amount of any payment of pari—mutuel winnings under s. 562.065 (3) (a) or (3m) (a) an amount determined by multiplying the amount of the payment by the highest rate applicable to individuals under s. 71.06 (1) (a) to (c), (1m), (1n) er, (1p), or (1q) if the amount of the payment is more than \$1,000.

SECTION 2195p. 71.67 (5m) of the statutes is amended to read:

71.67 (5m) A person that purchases an assignment of a lottery prize shall withhold from the amount of any payment made to purchase the assignment the

amount that is determined by multiplying the amount of the payment by the highest rate applicable to individuals under s. 71.06 (1) (a) to (c), (1m), (1n) er, (1p), or (1q). Subsection (5) (b), (c) and (d), as it applies to the amounts withheld under sub. (5) (a), applies to the amount withheld under this subsection.".

5 (END)